

UNITED STATES DEPARTMENT OF AGRICULTURE

Farm Service Agency
100 USDA Suite 102
Stillwater OK 74074-2653

OK Notice PS-390

For: County Offices

**FY2001 County Operations Review Program (CORP)
Final Report - Price Support Programs**

Approved by: State Executive Director



1 Overview

**A
Background**

The National Office recently issued the FY2001 County Operations Review Program (CORP) Final Report. The report contained findings in CORP reports issued since October 1998, which includes Fys 1999, 2000, and 2001. Although the report reflects findings nationwide, many of these findings have been noted in the Oklahoma CORP.

**B
Purpose**

This notice provides a list of the CORP findings for the following Price Support programs:

- Farm Storage Facility Loans
- Commodity Loans
- LDP Operations
- Lamb Meat Adjustment Assistance Program

2 County Office Action

**A
CORP Findings**

Exhibit 1 contains a description of the CORP findings for Price Support programs. County Executive Directors and PS Program Technicians shall review Exhibit 1 in conjunction with the county's PS programs. Utilize Exhibit 1 to identify any deficiencies that need correcting with respect to the various programs.

Disposal Date

April 1, 2003

Distribution

County Offices

Description of Finding	Reference
Farm Storage Facility Loan Program	
Type of security required is not entered on CCC-185.	1-FSFL, Subpar. 102 A, Item 17
Applicable real-estate lien information is not entered on CCC-185.	1-FSFL, Subpar. 42 E, Item 12 B
Applicant has not provided a FSA-431-2 or similar financial plan.	1-FSFL, Subpar. 42 E, Item 44 A
Approvals are not documented in the COC executive meeting minutes.	1-FSFL, Subpar. 101 B
Applicant is not notified in writing when loan was funded.	1-FSFL, Subpar. 115 A, Step 2
Application fee was not collected before accepting the application.	1-FSFL, Subpar. 42 C
The date the facility equipment was or will be delivered to the farm is not entered on the CCC-185.	1-FSFL, Subpar. 42 E, Item 10
The date approval letter was sent to applicant is not entered on the CCC-185.	1-FSFL, Subpar. 102 A, Item 14D
Itemized list of cost breakdown is not attached to the CCC-185.	1-FSFL, Subpar. 42 E, Item 3
The applicant's initials are not obtained on applicable real estate lien information.	1-FSFL, Subpar. 42 E, Item 12B
A final lien search on the collateral is not performed on the closing date.	1-FSFL, Subpar. 115 A, Step 11
A CCC-297 is not obtained from the borrower to sever collateral from the real estate, when required.	1-FSFL, Subpar. 118 A
Check is not disbursed jointly to the borrower and supplier when there is no evidence that all amounts due suppliers have been paid.	1-FSFL, Subpar. 17 C
Original evidence of cost documents is not date-stamped.	1-FSFL, Subpar. 121 C
Proof of all peril insurance does not list CCC as loss payee.	1-FSFL, Subpar. 58 F
Acceptable cost documents are not signed and dated by the seller.	1-FSFL, Subpar. 121 A
Original evidence of cost documents is not retained in loan folder.	1-FSFL, Subpar. 121 C
CCC-186 is approved by a person without approval authority.	1-FSFL, Subpar. 2 F
The serial number of equipment is not entered on the CCC-295A.	1-FSFL, Form CCC-295A, Item 7
Proof of all peril insurance is not on file in the County Office.	1-FSFL, Subpar. 58 F
Final inspection is not documented on the CCC-295A	1-FSFL, Subpar. 122 A
Minimum down payment is not made by the loan applicant before the loan is disbursed.	1-FSFL, Subpar. 16 A
Proof of current real estate taxes is not obtained when finalizing a loan.	1-FSFL, Subpar. 115 A, Step 6
Disbursement was made without satisfactory evidence of required down payment.	1-FSFL, Subpar. 17 B
Annual proof of crop insurance is not obtained.	1-FSFL, Subpar. 58 A
Severance agreement is not filed in the appropriate county real estate records.	1-FSFL, Subpar. 118 D

Description of Finding	Reference
Commodity Loans/LDPs	
CCC-677-1 is not initialed by the producer to verify measurements of the structure.	8-LP, Ex. 7, Par. C, Item 31
CCC-677-1 is not initialed by the producer if measurements were to be used for production evidence.	8-LP, Ex. 7, Par. C, Item 32
The date the UCC-1 is forwarded to the recording official is not entered on the CCC-666.	8-LP, Subpar. 426 A, Item 21
The date the lien search was completed is not entered on the CCC-677-1.	8-LP, Ex. 7, Par. C, Item 39
The date the financing statement was filed is not entered on the CCC-677-1.	8-LP, Ex. 7, Par. C, Item 40
CCC-677-1 is not signed by CCC representative.	8-LP, Ex. 7, Par. C, Item 41
The basis for the producer's quantity determination is not entered on the CCC-666.	8-LP, Subpar. 426 A, Item 14
The date of the lien search is not entered on the CCC-666.	8-LP, Subpar. 426 A, Item 20
The CCC-633 LDP is not date stamped when received in the County Office to indicate the request date.	8-LP, Subpar. 301 A
Production Evidence is not date stamped when received.	8-LP, Subpar. 533 L
CCC-677-1 is not initialed by the producer to verify measurements of the structure.	8-LP, Ex. 7, Par. C, Item 31
LDP was issued before the producer submitted proof of crop insurance or obtaining a waiver.	8-LP, Subpar. 100 A
The commodity for which the LDP is being requested is not entered on the CCC-633 LDP.	8-LP, Subpar. 307 B, Item 3
The farm number where the commodity is produced is not entered on the CCC-677-1.	8-LP, Ex. 7, Par. C, Item 7
CCC-677-1 is not initialed by the producer if measurements were to be used for production evidence.	8-LP, Ex. 7, Par. C, Item 32
LDP documents are approved by employees without authority.	8-LP, Subpar. 3 B
LDP is not disbursed timely.	8-LP, Subpar. 16 B
Prompt payment interest is not paid.	8-LP, Subpar. 16 D.
Lamb Meat Adjustment Assistance Program	
The name of COC designee is not entered on the FSA-382.	10-LD, Supbar. 53 A, Item 25
Producer's share in the sheep and lamb operation is not entered on the FSA-382.	10-LD, Subpar. 53 A, Item 24
The title of the signing official is not entered on the FSA-382.	10-LD, Subpar. 53 A, Item 26
The FSA-382 is not completed by applicant to indicate age of rams purchased and breeding period.	10-LD, Subpar. 53 A, Item 11
The FSA-382 is not completed by applicant to indicate whether the rams would be maintained for at least 90 days.	10-LD, Subpar. 53 A, Item 12
The producer's ID number is not entered on the FSA-382.	10-LD, Subpar. 53 A, Item 22